City of Lafayette
Investment Report
As of December 31, 2008

This report represents the City's investment portfolio as of December 31, 2008. It includes all investments managed by the City. It also includes all City-related investment held by trustees. This report provides information on the investment type, value and yield for each security. As of December 31, 2008, the investment portfolio was in compliance with all State laws and the City's Statement of Investment Policy.

Current Portfolio Summary. Short-term excess cash is currently invested in the Local Agency Investment Fund (LAIF) administered by the State Treasurer. This is very high quality investment available in terms of safety, liquidity and yield. In some instances, the City may have investments with a current market value that is greater or less than recorded value. This is due to fluctuations in the market place and has no effect on yield as the City intends to hold the securities to maturity. However, due to generally accepted accounting principles in recording changes in market value, it may have an affect in reported interest earnings at year-end.

The following is a summary of the City's cash and investment based on recorded value as of December 31, 2008

Cash and Investments held by the City	**57%**	**$23,475,897.05**
Cash and Investments held by trustees	**43%**	**$18,117,213.44**
Total		**$41,593,110.49**

Report Contents. This report includes schedules on the City's portfolio as of December 31, 2008 and a summary of investments held by the City and trustees.

We believe the portfolio contains enough liquidity to meet the next six months of expected expenditures by the City.

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Summary of Investments
As of December 31, 2008

Investments Held by the City

	% of Portfolio	Current Yield	Accrued Interest	Market Value	Recorded Value
Local Agency Investment Funds	89%	2.54%	136,516.13	20,907,620.49	20,907,620.49
Wells Fargo Bank	6%	-	-	1,484,585.82	1,484,585.82
US Bank	5%	0.680%		1,083,690.74	1,083,690.74
Total Investments Held by the City	100%		136,516.13	23,475,897.05	23,475,897.05

Investment Held by Trustees

	% of Portfolio	Current Yield (Average)	Accrued Interest	Market Value	Recorded Value
Federal Agency Bonds/Note	11%	5.25%	10,437.50	1,994,829.80	1.984,392.30
Federal Agency Disc Note	14%	3.31%	0.00	2,637,569.00	2,553,458.85
Money Market Pool (Bank of New York)	75%	2,21%	10,437.50	13,579,362.29	13,579,362.29
Total Investments Held by Trustees				18,211,761.09	18,117,213.44
Investments Held by the City and Trustees-Recorded Value				41,687,658.14	41,593,110.49

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